

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HENDRON WATER)	
DISTRICT FOR A DEVIATION FROM THE)	CASE NO.
REQUIREMENTS OF 807 KAR 5:066, SECTION)	2008-00368
4(4), REGARDING WATER STORAGE)	

O R D E R

On September 4, 2008, Hendron Water District ("Hendron Water") applied for permission to deviate from Administrative Regulation 807 KAR 5:066, Section 4(4), which requires a water utility to maintain minimum water storage of one day's supply of its average daily usage. Hendron Water states in its application that its average daily water usage, including unaccounted-for water, is approximately 605,664 gallons, and that its current water storage capacity is 550,000 gallons.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. Hendron Water is not in compliance with Administrative Regulation 807 KAR 5:066, Section 4(4).
2. Hendron Water states in its application that it is currently working with the Purchase Area Development District to secure financing for a new elevated tank and is discussing a joint effort with its wholesale supplier to construct a water storage facility that would serve both entities.

3. Because of the time needed to plan, finance, and construct water storage facilities, Hendron Water should be given until January 1, 2014 to comply with Administrative Regulation 807 KAR 5:066, Section 4(4).

IT IS THEREFORE ORDERED that:

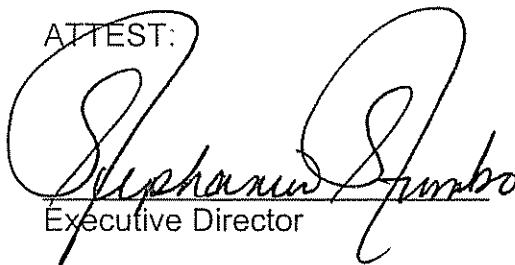
1. Hendron Water is given until January 1, 2014 to comply with the provisions of Administrative Regulation 807 KAR 5:066, Section 4(4).

2. Hendron Water shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to January 1, 2014.

Done at Frankfort, Kentucky, this 12th day of November, 2008.

By the Commission

ATTEST:


Executive Director

Case No. 2008-00368